

8 provided, that any sublessee or assignee shall assume all of the obli-  
 9 gations of the lessee or contracting party under the lease, sale con-  
 10 tract or loan agreement, the lessee or contracting party remains pri-  
 11 marily liable for all of its obligations under the lease, sale contract  
 12 or loan agreement, and the use of the project is consistent with the  
 13 purposes of this chapter.

Approved June 3, 1974

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## CHAPTER 1220

### INCOME TAX REFERENCES

S. F. 1196

AN ACT relating to references to the Internal Revenue Code in the computation of individual and corporate income tax and the franchise tax.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 SECTION 1. Section four hundred twenty-two point four (422.4),  
 2 subsection seventeen (17), Code 1973, is amended to read as follows:  
 3 17. "Internal Revenue Code of 1954" means the Internal Revenue  
 4 Code of 1954, as amended to and including January 1, ~~1972~~ 1974.

1 SEC. 2. Section four hundred twenty-two point thirty-two (422.32),  
 2 subsection four (4), Code 1973, is amended to read as follows:  
 3 4. "Internal Revenue Code of 1954" means the Internal Revenue  
 4 Code of 1954, as amended to and including January 1, ~~1972~~ 1974.

1 SEC. 3. Section four hundred twenty-two point sixty-one (422.61),  
 2 subsection four (4), Code 1973, is amended to read as follows:  
 3 4. "Net income" means the net income of the financial institution  
 4 computed in accordance with section 422.35, with the exception that  
 5 interest and dividends from federal securities shall not be subtracted  
 6 and interest and dividends from evidences of indebtedness and securi-  
 7 ties of this state and its political subdivisions, exempt from federal  
 8 income tax under the Internal Revenue Code of 1954 as amended to  
 9 and including January 1, ~~1972~~ 1974, shall not be added.

Approved May 2, 1974

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## CHAPTER 1221

### INCOME AND SALES TAXES

S. F. 1055

AN ACT increasing the deductions and exemptions for certain state taxes.

*Be It Enacted by the General Assembly of the State of Iowa:*

1 SECTION 1. Section four hundred twenty-two point nine (422.9),  
 2 subsection one (1), Code 1973, is amended to read as follows:  
 3 1. An optional standard deduction of ~~five ten~~ percent of the net  
 4 income after deduction of federal income tax, not to exceed ~~two five~~  
 5 hundred ~~five~~ dollars.